



**sycomore**  
am

# sycomore sélection crédit

DECEMBER 2024

Share ID

Isin code | FR0011288505

NAV | 104.0€

Assets | 811.4 M€

## SFDR 8

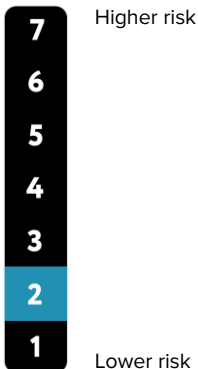
### Sustainable Investments

% AUM: ≥ 50%

% Companies\*: ≥ 50%

\*Excluding derivatives, cash & equivalent

### Risk indicator



The risk indicator assumes you keep the product for 5 years.

**Warning :** the actual risk can vary significantly if you cash in at an early stage and you may get back less.

The fund does not offer any guarantee of return or performance and presents a risk of capital loss

### Investment Team



**Stanislas de BAILLENCOURT**  
Fund Manager



**Emmanuel de SINETY**  
Fund Manager



**Anaïs CASSAGNES**  
SRI analyst



France



Belgium



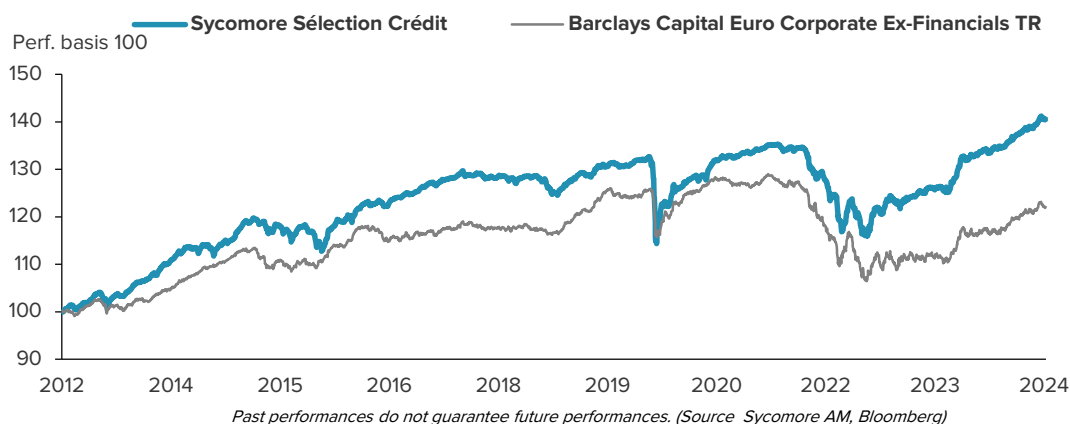
Austria

### Investment strategy

#### A responsible and opportunistic selection of European bonds based on proprietary ESG analysis

Sycomore Sélection Crédit aims to deliver financial returns above those of the Barclays Capital Euro Corporate ex-Financial Bonds (reinvested coupons) over a minimum investment horizon of five years, within a modified duration range of 0 to +5, by applying a socially responsible investment process. The fund also aims to outperform its benchmark on the Net Environmental Contribution (NEC) indicator and on the 3-year headcount variation indicator, to select durable companies, particularly on environmental and/or contribution to employment criteria.

### Performance as of 31.12.2024



	Dec 2024	2024	1 year	3 yrs	5 yrs	Inc. Annu.	2023	2022	2021	2020	
<b>Fund %</b>	0.1	5.9	5.9	4.4	6.5	40.6	2.9	10.0	-10.4	1.9	0.2
<b>Index %</b>	-0.4	4.0	4.0	-3.3	-1.6	22.1	1.7	7.9	-13.9	-1.2	3.0

### Statistics

	Corr.	Beta	Alpha	Vol.	Bench. Vol	Track. Error	Sharpe Ratio	Info Ratio	Draw Down	Bench. DD
<b>3 years</b>	0.5	0.4	1.9%	3.4%	5.1%	4.3%	-0.3	0.6	-14.3%	-17.5%
<b>Inception</b>	0.5	0.5	2.1%	2.9%	3.3%	3.0%	0.9	0.4	-14.3%	-17.5%

### Fund commentary

As expected, the Fed lowered its rates by 25 basis points, but the central bank adopted a more ambiguous stance owing to the uncertainties around Trump's programme: the market now expects shallower cuts to short-term rates in 2025, while inflation forecasts caused long-term yields to trend higher during the month. In Europe, the ECB also lowered its rates, bringing the deposit rate 100 bp lower since the rate-cutting cycle began. Investors are now expecting 4 to 5 further cuts in 2025. This did not prevent European long-term yields from rising amid high volatility, despite inflation forecasts now anchored below 2%. The French risk premium remained rather stable despite the vote of no confidence that brought down the Barnier government. Spreads in all credit market segments continued to contract a little. The primary market gradually dried up during the month, which is a common phenomenon this time of year.



## Fund Information

### Inception date

01/09/2012

### ISIN codes

Share I - FR0011288489

Share ID - FR0011288505

Share R - FR0011288513

### Bloomberg tickers

Share I - SYCSCRI FP

Share ID - SYCSCRD FP

Share R - SYCSCR RR FP

### Benchmark

Barclays Capital Euro

Corporate Ex-Financials TR

### Legal form

Mutual fund

### Domiciliation

France

### PEA eligibility

No

### Investment period

5 yrs

### Minimum investment

None

### UCITS V

Yes

### Valuation

Daily

### Currency

EUR

### Cut-Off

12pm CET Paris (BPSS)

### Cash Settlement

D+3

### Management fees

Share I - 0.60%

Share ID - 0.60%

Share R - 1.20%

### Performance fees

10% > Benchmark

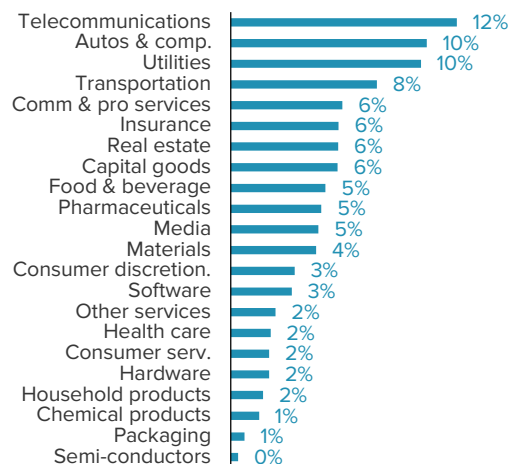
### Transaction fees

None

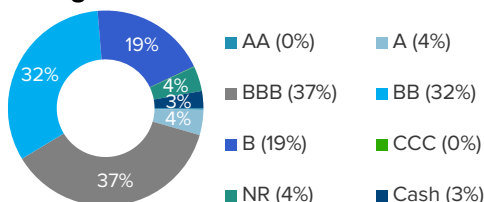
## Portfolio

Exposure rate	97%
Number of bonds	222
Number of issuers	150

## Sector breakdown



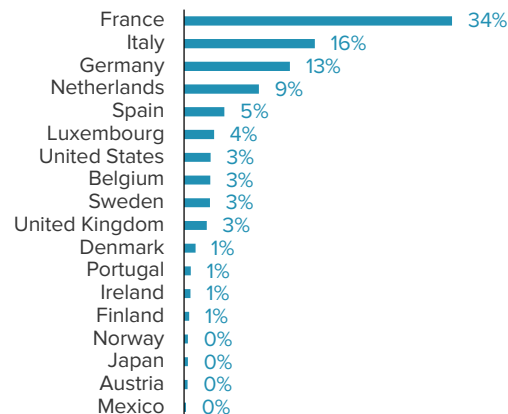
## Rating breakdown



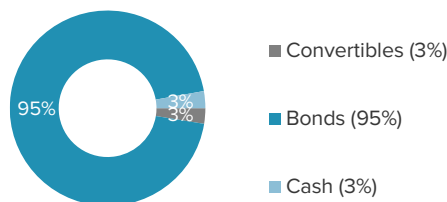
## Valuation

Modified Duration	3.4
Yield to maturity	4.5%
Yield to worst	3.9%
Average maturity	3.5years

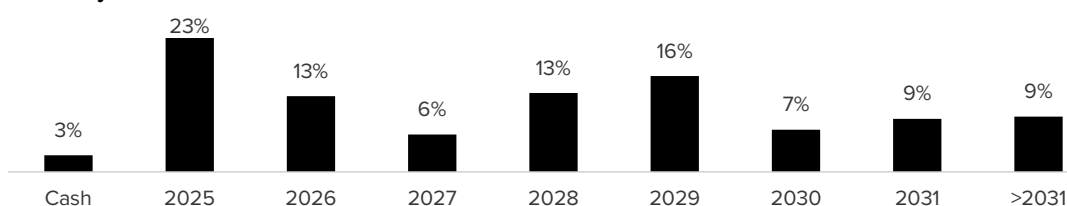
## Country breakdown



## Asset class breakdown



## Maturity breakdown



SPICE, for Society & Suppliers, People, Investors, Clients, Environment is our tool for assessing a company's performance on sustainability criteria. This tool incorporates the analysis of economic, governance, environmental, social, and societal risks and opportunities covering both the company's daily operations and its product and service offer.

The analysis process covers 90 criteria and leads to a rating per letter. These 5 ratings are weighted based on the company's most material impacts\*.

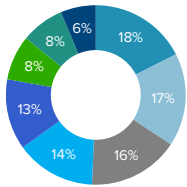
	Fund	Index
SPICE	3.4/5	3.4/5
S score	3.4/5	3.1/5
P score	3.4/5	3.5/5
I score	3.4/5	3.5/5
C score	3.5/5	3.2/5
E score	3.3/5	3.2/5

Main issuers	Weight	Sector	SPICE rating	Sustainable theme
Renault	2.4%	Autos & Comp.	3.5/5	Energy transition
Tdf	2.3%	Telecommunications	3.4/5	Access and Inclusion
Autostrade Per L Italia	2.3%	Transportation	3.3/5	Access and Inclusion
Veolia	2.2%	Utilities	3.9/5	Sustainable mgmt of resources
Tereos	2.1%	Food & Beverage	3.1/5	Nutrition and well-being

The fund offers no guarantee of return or performance and presents a risk of capital loss. Past performance is not indicative of future performance. Before investing, first consult the FUND's KIID available on our [www.sycomore-am.com](http://www.sycomore-am.com) website. \*To learn more about SPICE, see our [ESG Integration and Shareholder Engagement Policy](#). (NEC = Net Environmental Contribution / CS = Societal Contribution / TGJR = The Good Job Rating)



## Sustainability thematics



- Digital and communication
- Energy transition
- SPICE transformation
- Access and Inclusion
- Health & Safety
- SPICE Leadership
- Sustainable mgmt of resources
- Nutrition and well-being

## ESG criteria

ESG eligibility (% of eligible bonds) **45%**

## ESG scores

	Fund	Index
<b>ESG*</b>	<b>3.3/5</b>	<b>3.2/5</b>
Environment	3.3/5	3.2/5
Social	3.2/5	3.7/5
Governance	3.3/5	3.5/5

## ESG best scores

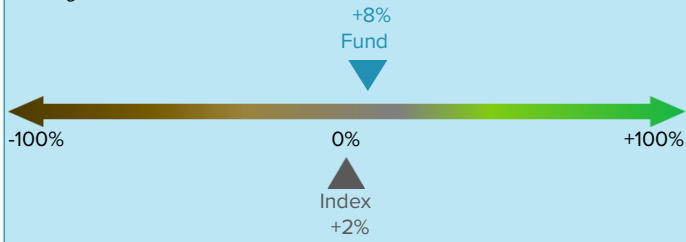
	ESG	E	S	G
Iberdrola	4.0/5	4.2/5	3.9/5	4.0/5
Iberdrola	4.0/5	4.2/5	3.9/5	4.0/5
Orsted	4.2/5	4.6/5	4.2/5	3.7/5
Erg	4.3/5	4.8/5	4.1/5	4.1/5
Neoen	4.0/5	4.5/5	3.7/5	3.9/5

## Environmental analysis

### Net Environmental Contribution (NEC)\*\*

Degree of alignment of economic activities with the ecological transition, integrating biodiversity, climate and resources, on a standard scale from -100% for total misalignment to +100% for complete alignment, where 0% corresponds to the world economy average. The results are calculated by Sycomore AM or by the [nec-initiative.org](https://nec-initiative.org) based on data for the years 2022 to 2024 according to NEC 1.0 or 1.1.

Coverage rate : fund 93% / index 81%



### European taxonomy

Share of EU taxonomy-eligible company revenues provided by MSCI.

Coverage rate : fund 65% / index 92%

Fund



Index



### Fossil fuel exposure

Share of revenues from activities linked to fossil fuels from upstream to energy production, supplied by S&P Global.

Fund



Index



■ Coal ■ Oil ■ Gas

### Carbon footprint

Annual greenhouse gas emissions (GHG Protocol) from upstream scopes 1, 2 and 3 per thousand euros invested, as modelled by MSCI.\*\*\*

Coverage rate : fund 50% / index 88%

kg. eq. CO<sub>2</sub> /year/k€

Fund

770

Index

877

## Societal and social analysis

### Staff growth\*\*

Cumulated growth in company headcounts over the past three financial years (data unadjusted in the event of acquisitions, excluding transformational deals).

Coverage rate : fund 80% / index 90%

Fund

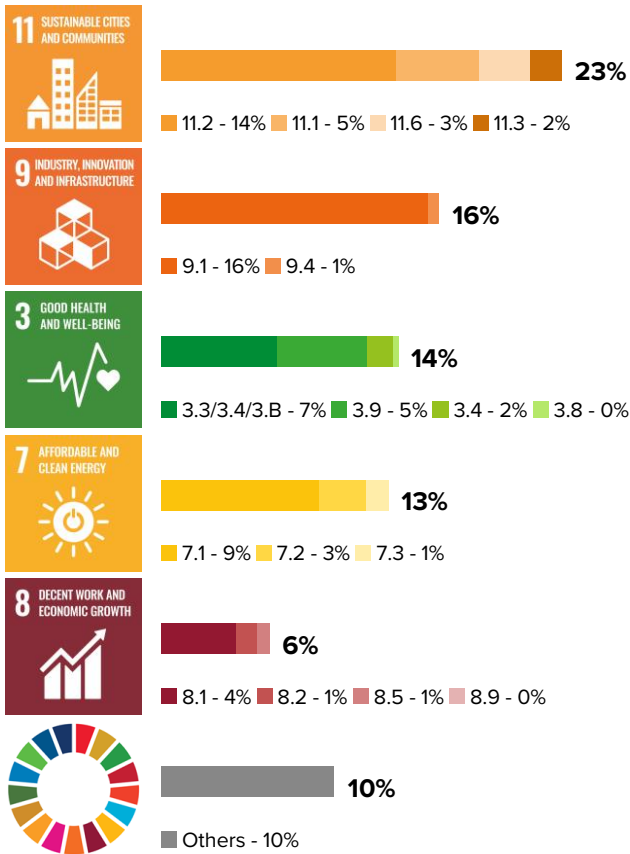


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## Sustainable development goals exposure



This chart represents the main exposures to the United Nations Sustainable Development Goals and their 169 targets. Exposure is defined as the opportunity, for each company, to contribute positively to reaching SDGs, providing their products and services. This exercise doesn't aim to measure the companies effective contribution to SDGs, which is computed through our societal contribution (CS) and net environmental contribution (NEC) metrics. For each invested company, activities are analysed in order to identify those which are exposed to SDGs. For a same activity, its number of targets can vary between 0 and 2. The company target exposure to one of its activities is weighted by the revenue share gained from this activity. For more details, our annual SRI report is available in our ESG documentation.

**No significant exposure : 26%**

## ESG follow-up, news and dialogue

### Dialogue and engagement

#### Asmodée

We asked Asmodée a few questions on the company's environmental practices. According to the managers we spoke to, the company intends to set science-approved climate targets within the next 12 months. The current target is to use 100% of FSC materials in the company's games by 2025. Finally, the company wishes to keep the manufacturing process as local as possible to lower both costs and the carbon footprint.

#### ESG controversies

##### Orange

The French Data Protection Authority has imposed a 50 million euro fine on the French telecoms operator for displaying advertisements between the e-mails of users of its email service. Orange is also alleged to have violated French rules on managing cookies.

##### ERG

We contacted ERG to discuss a controversy concerning a probe into Equalize and allegations of non-ethical practices. ERG responded well and was open to dialogue. The company confirmed it was not under investigation and only worked with Equalize once on an investigation, after receiving a warning that was too complex to be handled by the alert committee. ERG was unaware of the on-going probe and had ensured Equalize signed all ethics-related documents and codes.

##### Veolia

Veolia, Suez and Saur are alleged to have reached an agreement to win a tender issued by Siaap. The tender was for an upgrade of the Seine-Aval des Yvelines sewage treatment facility.

Additional disclaimers: although the fund's performances are partly driven by the ESG indicators of portfolio holdings, these are not the sole determining factor. Marketing communication. This information has not been prepared in accordance with legal requirements designed to promote the independence of investment research. Sycomore AM is not banned from trading on these securities prior to the dissemination of this information. Before investing, please read the fund's KID available on our website: [www.sycomore-am.com](http://www.sycomore-am.com).